

# **Reconciliation of the Statement of Revenue, Expenditures And Changes in Fund Balance in Governmental Funds to the Statement of Activities**

June, 30 2001

**DESCRIPTION**

Net change fund balances total governmental funds.....	\$ 1,440,825
The change in net assets reported for governmental activities in the statement of net assets is different because:	
Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense	
Reduce expenditures for current year capital outlays of.....	1,870,894
Net of reductions in capital assets .....	(297,835)
Current year depreciation expense.....	(353,673)
Record due to component Unit - Central Artery \ Tunnel - current year CIF	(40,063)
Certain of the Commonwealth's taxes receivable will eventually be collected but will not be available soon enough to pay for the current period's expenditures, and therefore are reported as deferred revenue in the funds.....	
	291,992
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long term liabilities and does not effect the statement of activities	
Proceeds of General Obligation bonds.....	(1,768,815)
Proceeds of Grant Anticipation Notes .....	(600,009)
Proceeds of refunding bonds .....	(998,729)
Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets	
Principal retirement.....	128,426
Payments to bond escrow agent.....	1,622,774
The net revenue of certain activities of certain of internal service funds is reported with governmental activities	
	0
Under the modified accrual basis of accounting used in the governmental funds expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however which is presented on an accrual basis, expenses and liabilities are reported regardless of when financial resources are available	
Accrued interest on bonds .....	(191,666)
School construction grants payable.....	(531,853)
Compensated absences.....	(7,719)
Lottery instant game grand prizes.....	(4,092)
Claims & judgments.....	21,800
Accrued interest on leases .....	(1,847)
	(715,377)
Net change net assets total governmental funds.....	<u>\$ 580,410</u>